

Black Hills Power, Inc.
South Dakota
Cost of Service Model Description

Section B

20:10:13:52. Statement B -- Income statements. Statement B shall include income statements in the form prescribed by the FERC's uniform systems of accounts for public utilities and licensees or for gas companies, 18 C.F.R. 101 (April 1, 1985), and in any other form if ordered by the commission for the test period, and the most recently available income statement, including any applicable footnotes.

Source: 2 SDR 90, effective July 7, 1976; 12 SDR 86, effective November 24, 1985; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

General Authority:SDCL 49-34A-4.

Law Implemented:SDCL 49-34A-7, 49-34A-10, 49-34A-12, 49-34A-41.

BLACK HILLS POWER, INC.
STATEMENT OF INCOME

Statement B
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Line No.	Description	Reference	12 Month Ended	
			JUNE 30, 2008	JUNE 30, 2009
1	Electric Sales		\$ 209,497,423	\$ 195,526,448
2	Other Revenue		12,829,178	22,556,264
3	Sub-Total		<u>222,326,601</u>	<u>218,082,712</u>
4				
5	Fuel		23,782,462	23,705,503
6	Purchased Power		78,655,658	77,788,566
7	Production Expense (Excludes Fuel)		17,370,988	18,533,236
8	Transmission Expense		1,602,709	1,886,605
9	Distribution Expense		5,394,089	5,963,614
10	Customer Accounting Expense		2,596,464	2,470,046
11	Customer Service Expense		943,173	1,014,377
12	Computer Services Expense		-	-
13	Administrative & General Expense		<u>20,170,256</u>	<u>24,920,187</u>
14	Total O&M		<u>150,515,799</u>	<u>156,282,134</u>
15				
16	Depreciation & Amortization		20,955,242	20,452,179
17	Taxes Other than Income		<u>5,883,049</u>	<u>6,812,520</u>
18	Sub-Total		<u>26,838,291</u>	<u>27,264,699</u>
19				
20	Net Operating Income	Ln.3 - Ln.14 - Ln.18	44,972,511	34,535,879
21				
22	Non-Operating Income (& Expense)		46,164	475,133
23	Interest (Expense)		(11,488,845)	(13,538,819)
24	AFUDC - Debt & Equity		<u>2,254,178</u>	<u>8,659,326</u>
25	Non-Operating (Expense)		<u>(9,188,503)</u>	<u>(4,404,360)</u>
26				
27	Income Before Tax	Ln.20 + Ln.25	35,784,008	30,131,519
28				
29	Federal Income Taxes		<u>11,641,792</u>	<u>8,130,008</u>
30				
31	Net Utility Income	Ln.27 - Ln.29	<u>\$ 24,142,216</u>	<u>\$ 22,001,511</u>
32				
33				
34	NOTE: June 30, 2009 is the most recent public information available.			